

**UNIFIED SCHOOL DISTRICT #387**

Buffalo, Kansas

Independent Auditors' Reports and  
Financial Statement with  
Supplementary Information

For the Fiscal Year Ended June 30, 2017

**UNIFIED SCHOOL DISTRICT #387**  
Buffalo, Kansas

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**JARRED, GILMORE & PHILLIPS, PA**  
CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITORS' REPORT**

Board of Education  
Unified School District #387  
Buffalo, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District #387, Buffalo, Kansas, a municipality, as of and for the year ended June 30, 2017, and the related notes to the financial statement.

***Management's Responsibility for the Financial Statement***

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the Kansas Municipal Audit and Accounting Guide as described in Note 1; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

***Auditors' Responsibility***

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the District's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

***Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles***

As described in Note 1 of the financial statement, the financial statement is prepared by Unified School District #387 on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

***Adverse Opinion on U.S. Generally Accepted Accounting Principles***

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position Unified School District #387, as of June 30, 2017, or changes in financial position and cash flows thereof for the year then ended.

***Unmodified Opinion on Regulatory Basis of Accounting***

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the Unified School District #387 as of June 30, 2017, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note 1.

***Other Matters******Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and disbursements-agency funds, and summary schedule of regulatory basis receipts, expenditures, and unencumbered cash-district activity funds (Schedules 1, 2, 3 and 4 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of Unified School District #387 as of and for the year ended June 30, 2016 (not presented herein), and have issued our report thereon dated February 25, 2017, which contained an unmodified opinion on the basic financial statement. The 2016 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link <http://www.admin.ks.gov/offices/chief-financial-officer/municipal-services>. The 2016 actual column (2016 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget for the year ended June 30, 2017 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2016 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2016 basic financial statement. The 2016 comparative information was subjected to the auditing procedures applied in the audit of the 2016 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2016 basic financial statement or to the 2016 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of

America. In our opinion, the 2016 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2016, on the basis of accounting described in Note 1.

A handwritten signature in cursive script that reads "Jarred, Gilmore & Phillips, PA".

JARRED, GILMORE & PHILLIPS, PA  
Certified Public Accountants

June 22, 2018  
Chanute, Kansas

## UNIFIED SCHOOL DISTRICT #387

Buffalo, Kansas

Summary Statement of Receipts, Expenditures, and Unencumbered Cash  
Regulatory Basis  
For the Fiscal Year Ended June 30, 2017

Funds	Beginning		Cancelled		Receipts	Expenditures	Ending Unencumbered Cash Balances	Plus		Ending Cash Balances June 30, 2017
	Unencumbered Cash Balances		Encumbrance					Encumbrances and Accounts Payable		
General	\$	4,430.36	\$	4,453.97	\$	2,062,573.00	\$	2,851.12	\$	88,773.38
Supplemental General		65,579.64		259.04		571,639.54		31,648.22		41,755.84
Special Purpose Funds:										
4 Year Old At-Risk		38,004.34		125.46		-		6,279.52		31,850.28
K-12 At-Risk		168,324.47		62.73		158,347.17		294,476.96		32,257.41
Capital Outlay		734,935.50		(50.00)		433,777.24		698,781.14		469,881.60
Driver Training		15,569.97		62.70		640.00		1,552.93		14,719.74
Food Service		48,929.86		366.47		172,216.04		176,059.19		45,453.18
Professional Development		29,537.64		(187.35)		-		12,702.09		16,648.20
Special Education		302,727.59		135.30		333,975.22		328,257.03		308,581.08
Textbook Rental		7,318.20		-		4,751.20		5,762.17		6,307.23
Vocational Education		79,163.55		468.73		60,459.86		59,902.22		80,189.92
Concurrent Classes		143.81		-		7,050.00		7,377.98		(184.17)
Rural Education Achievement Program		(770.43)		-		12,240.00		11,660.00		(190.43)
Title I		(13,679.67)		-		93,610.00		77,580.20		2,350.13
Title IIA Improving Teacher Quality		(5,605.49)		-		19,491.00		18,980.34		(5,094.83)
Gifts and Grants		7,714.43		-		281.55		1,993.08		6,002.90
KPERS Special Retirement Contributions		-		-		105,127.81		105,127.81		-
Contingency Reserve		171,169.48		-		-		(17.66)		171,187.14

The notes to the financial statement are  
an integral part of this statement

## UNIFIED SCHOOL DISTRICT #387

Buffalo, Kansas

Summary Statement of Receipts, Expenditures, and Unencumbered Cash  
 Regulatory Basis  
 For the Fiscal Year Ended June 30, 2017

Funds	Beginning Unencumbered Cash Balances	Cancelled Encumbrance	Receipts	Expenditures	Ending Unencumbered Cash Balances	Plus	
						Encumbrances and Accounts Payable	Ending Cash Balances 2017
Special Purpose Funds: (Continued)							
Gate Receipts	\$ 1,128.41	\$ -	\$ 9,685.81	\$ 10,077.15	\$ 737.07	\$ -	\$ 737.07
Special Projects	4,298.10	-	10,264.25	10,018.98	4,543.37	-	4,543.37
Total Reporting Entity	<u>\$ 1,658,919.76</u>	<u>\$ 5,697.05</u>	<u>\$ 4,056,129.69</u>	<u>\$ 4,501,007.34</u>	<u>\$ 1,219,739.16</u>	<u>\$ 191,923.61</u>	<u>\$ 1,411,662.77</u>
Composition of Cash							
Cash on Hand.....							\$ 340.00
General Checking Account.....							141,580.65
Money Market Accounts.....							1,259,512.28
Activity Checking Accounts.....							21,879.78
Total Cash							<u>1,423,312.71</u>
Less Agency Funds per Schedule 3							<u>(11,649.94)</u>
Total Reporting Entity.....							<u>\$ 1,411,662.77</u>

The notes to the financial statement are  
 an integral part of this statement

**UNIFIED SCHOOL DISTRICT #387**  
Buffalo, Kansas  
Notes to the Financial Statement  
For the Fiscal Year Ended June 30, 2017

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statement and schedules of Unified School District #387, Buffalo, Kansas, have been prepared in order to show compliance with the cash basis and budget laws of the State of Kansas. The Governmental Accounting Standards Board is the principal standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies follow. Note 1 describes how the District's accounting policies differ from accounting principles generally accepted in the United States of America.

Reporting Entity

The District is a municipal corporation governed by an elected seven-member board. This financial statement present Unified School District #387.

*Related Municipal Entities:* A related municipal entity is determined by the following criteria. Whether the District exercises oversight responsibility on financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters, scope of the public service, and significant operational or financial relationships with the District. Related municipal entities are not required to be included in the District's audit by the Kansas Municipal Audit and Accounting Guide (KMAAG). The District has determined that no outside agency meets the above criteria and, therefore, no outside agency has been include as a related municipal entity in this financial statement.

Regulatory Basis Fund Types

A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. The following types of funds comprise the financial activities of the Unified School District #387, for the year ended June 30, 2017:

General fund – the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose fund – used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Agency fund – funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, county treasurer tax collection account, etc.).



**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

Basis of Presentation – Regulatory Basis of Accounting

*Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America.* The (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The District has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the District to use the regulatory basis of accounting.

Property Taxes

In accordance with governing state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and become a lien on the property on November 1 of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of the taxes levied on or before December 20 during the year levied with the balance to be paid on or before May 10 of the ensuing year. State statutes prohibit the County Treasurer from distributing taxes collected in the year levied prior to January 1 of the ensuing year. Consequently, for revenue recognition purposes, taxes levied during the current year are not due and receivable until the ensuing year. At December 31 such taxes are a lien on the property.

Pension Plan

Substantially all full-time District employees are members of the State of Kansas Public Employees Retirement System which is a multi-employer state-wide pension plan. The District's policy is the State of Kansas will fund all pension costs accrued; such costs to be funded are actuarially determined annually by the State.

Reimbursed Expenses

K.S.A. 79-2934 provides that reimbursed expenditures, in excess of those budgeted, should be recorded as reductions in expenditures rather than as revenues. In the financial statements and budget comparison schedules presented in this report, reimbursements and refunds are recorded as revenues. The reimbursements are recorded as cash receipts when received by the District Treasurer and are often difficult to identify the exact expenditure which they are reimbursing. In funds showing expenditures in excess of the original adopted budget, reimbursements are added to the adopted budget as budget credits for comparison with the actual expenditures.

## **1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

### Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding fiscal year on or before August 1.
2. Publication in the local newspaper of the proposed budget and a notice of public hearing on the budget on or before August 5.
3. Public hearing on or before August 15, but at least ten days after the publication of a notice of hearing.
4. Adoption of the final budget on or before August 25.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. The General Fund budget was decreased to the legal maximum budget based upon final enrollment numbers being lower than originally budgeted and then subsequently amended for extraordinary aid received.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the cash basis of accounting, modified further by the recording of accounts payable and encumbrances. Revenues are recognized when cash is received. Expenditures include cash disbursements, accounts payable and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments of the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end. A legal operating budget is not required for fiduciary funds and certain special purpose funds.

Spending in funds, which are not subject to the legal annual operating budget requirement, is controlled by federal regulations, other statutes or by the use of internal spending limits established by the governing body.

## **2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

### Compliance with Kansas Statutes

Statement 1 and Schedule 1 have been prepared in order to show compliance with the cash basis and budget laws of Kansas. As shown in Statement 1, the District was in apparent violation of K.S.A. 10-1113. The District has obligated expenditures in excess of available monies in the Concurrent Classes Fund, Rural Education Achievement Program Fund, and Title IIA Improving Teacher Quality Fund. However, K.S.A 10-1116 provides that under certain situations, the fund can end the year with a negative unencumbered cash balance and therefore, exempt from the cash basis laws of the State of Kansas. The funds all met the criteria under the statutes and therefore, are not deemed to be in violation of the Kansas cash basis laws. As shown in Schedule 1, the District was in apparent compliance with Kansas budget laws.

### **3. DEPOSITS AND INVESTMENTS**

K.S.A 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main branch or branch bank in the county in which the District is located, or in an adjoining county if such institution has been designated as an official depository, and the bank provides an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The District has no other policies that would further limit interest rate risk.

K.S.A 12-1675 limits the District's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. Government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit its investment choices.

*Concentration of credit risk.* State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

*Custodial credit risk – deposits.* Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were not legally secured at June 30, 2017.

At year-end, the District's carrying amount of deposits was \$1,422,972.71 and the bank balance was \$1,394,551.68. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$274,193.82 was covered by FDIC insurance, \$1,120,357.86 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

#### 4. LONG-TERM DEBT

Changes in long-term liabilities for the District for the year ended June 30, 2017, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balances Beginning of Year	Additions/ New Debt	Reductions/ Principal Paid	Balances End of Year	Interest Paid
<b>Capital Leases</b>									
HVAC Equipment	3.96%	5/1/2012	\$ 347,994.00	5/1/2020	\$ 187,484.57	\$ -	\$ 44,177.07	\$ 143,307.50	\$ 7,424.39
Elementary Roof	3.27%	6/26/2014	85,000.00	3/2/2017	28,804.12	-	28,804.12	-	1,123.12
Roof Renovations, HVAC, & Lighting	3.38%	1/21/2017	955,053.00	5/16/2024	-	955,053.00	133,718.78	821,334.22	-
Track Resurfacing	3.38%	1/21/2017	328,631.00	7/6/2022	-	328,631.00	59,420.86	269,210.14	-
Total Contractual Indebtedness					\$ 216,288.69	\$ 1,283,684.00	\$ 266,120.83	\$ 1,233,851.86	\$ 8,547.51

Current maturities of long-term debt and interest for the next five years and in five year increments through maturity is as follows:

Issue	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021	June 30, 2022	June 30, 2023-2024	Totals
<b>Principal</b>							
<b>Capital Leases</b>							
HVAC Equipment	\$ 45,926.48	\$ 47,745.17	\$ 49,635.85	\$ -	\$ -	\$ -	\$ 143,307.50
Roof Renovations, HVAC, & Lighting	105,965.90	109,546.48	113,248.06	117,074.71	121,030.67	254,468.40	821,334.22
Track Resurfacing	-	50,324.25	52,024.71	53,782.62	55,599.94	57,478.62	269,210.14
Total Principal	151,892.38	207,615.90	214,908.62	170,857.33	176,630.61	311,947.02	1,233,851.86
<b>Interest</b>							
<b>Capital Leases</b>							
HVAC Equipment	5,674.98	3,856.29	1,965.61	-	-	-	11,496.88
Roof Renovations, HVAC, & Lighting	27,752.88	24,172.30	20,470.72	16,644.07	12,688.11	12,969.16	114,697.24
Track Resurfacing	-	9,096.61	7,396.15	5,638.24	3,820.92	1,942.24	27,894.16
Total Interest	33,427.86	37,125.20	29,832.48	22,282.31	16,509.03	14,911.40	154,088.28
Total Principal and Interest	\$ 185,320.24	\$ 244,741.10	\$ 244,741.10	\$ 193,139.64	\$ 193,139.64	\$ 326,858.42	\$ 1,387,940.14

## 5. CAPITAL LEASE OBLIGATIONS

The District has entered into a capital lease agreement in order to finance the lease of HVAC Equipment, dated May 1, 2012. Payments are \$51,601.46, annually including interest at 3.96%. Final maturity of the lease is May 1, 2020. Future minimum lease payments are as follows:

<u>Year Ended June 30</u>	<u>Totals</u>
2018	\$ 51,601.46
2019	51,601.46
2020	<u>51,601.46</u>
Total Payments from District	154,804.38
Less imputed interest	<u>(11,496.88)</u>
Net Present Value of Minimum	
Lease Payments	143,307.50
Less: Current Maturities	<u>(44,177.07)</u>
Long-Term Capital Lease Obligations	<u>\$ 99,130.43</u>

The District has entered into a capital lease agreement in order to finance roof renovations, HVAC, and Lighting, dated January 21, 2017. Payments are \$133,718.78, annually including interest at 3.38%. Final maturity of the lease is May 16, 2024. Future minimum lease payments are as follows:

<u>Year Ended June 30</u>	<u>Totals</u>
2018	\$ 133,718.78
2019	133,718.78
2020	133,718.78
2021	133,718.78
2022	133,718.78
2023-2024	<u>267,437.56</u>
Total Payments from District	936,031.46
Less imputed interest	<u>(114,697.24)</u>
Net Present Value of Minimum	
Lease Payments	821,334.22
Less: Current Maturities	<u>(105,965.90)</u>
Long-Term Capital Lease Obligations	<u>\$ 715,368.32</u>

The District has entered into a capital lease agreement in order to finance track resurfacing, dated January 21, 2017. Payments are \$59,420.86, annually including interest at 3.38%. Final maturity of the lease is July 6, 2022. Future minimum lease payments are as follows:

<u>Year Ended June 30</u>	<u>Totals</u>
2018	\$ 0.00
2019	59,420.86
2020	59,420.86
2021	59,420.86
2022	59,420.86
2023-2024	<u>59,420.86</u>
Total Payments from District	297,104.40
Less imputed interest	<u>(27,894.16)</u>
Net Present Value of Minimum	
Lease Payments	269,210.14
Less: Current Maturities	<u>(0.00)</u>
Long-Term Capital Lease Obligations	<u>\$ 269,210.14</u>

## **6. IN-SUBSTANCE RECEIPT IN TRANSIT**

The District received \$149,110.10 subsequent to June 30, 2017 and as required by K.S.A. 72-6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2017.

## **7. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS**

*Plan description.* The District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing, multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at [www.kpers.org](http://www.kpers.org) or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

*Contributions.* K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009 and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate of 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1.00% contribution rate for the Death and Disability Program) and the statutory contribution rate was 16.03% and 10.81%, respectively, for the fiscal year ended June 30, 2017. Per 2016 House Substitute for Senate Bill 161, Section 98(a)(1), state general fund and expanded lottery act revenue funds for employer contributions to KPERS were deferred. The amount deferred for school contributions was \$92,917,091.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$105,127.81 for the year ended June 30, 2017.

## **7. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS**

### Net Pension Liability

At June 30, 2016, the District's proportionate share of the collective net pension liability reported by KPERS was \$2,185,008.00. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2015, which was rolled forward to June 30, 2016. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2016. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publically available on the website at [www.kpers.org](http://www.kpers.org) or can be obtained as described above.

### *Other Post Employment Benefits*

As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the premium, conceptually, the District is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the District under this program.

### *Compensated Absences*

#### Universal Leave

On the first day of orientation, each teacher shall be credited with thirteen days of "universal leave" with full pay. Universal leave includes days that were formerly termed sick leave or personal leave. The building principal may require a doctor's verification of the professional's illness after three consecutive days. Incremental use of leave days may be taken in one hour increments. Teachers may accumulate leave previously referred to as sick days from year to year to a maximum of thirty days. At the end of each school year, any unused universal leave days will be added to accumulated universal leave to the maximum of thirty days. District will buy back any leave time after nine days of the current school year at the rate of \$100.00 per day.

The District accrues a liability for compensated absences which meet the following criteria:

- 1) The District's obligation relating to employees' rights to receive compensation for future absences is attributed to employee's services already rendered.
- 2) The obligation relates to rights that vest or accumulate.
- 3) Payment of the compensation is probable.
- 4) The amount can be reasonably estimated.

In accordance with the above criteria, the District has estimated a liability for discretionary leave, which has been earned, but not taken by District employees of \$13,185.11.

**8. RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; employees' health and life; and natural disasters. The District manages these risks of loss through the purchase of various insurance policies.

**9. CONTINGENT LIABILITIES**

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the Federal government and state grantors. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the District expects such amounts, if any, to be immaterial.

**10. INTERFUND TRANSFERS**

Operating transfers were as follows:

<u>From Fund:</u>	<u>To Fund:</u>	<u>Statutory Authority</u>	<u>Amount</u>
General	K-12 At-Risk	K.S.A. 72-6428	\$ 100,000.00
General	Capital Outlay	K.S.A. 72-6428	260,645.93
General	Food Service	K.S.A. 72-6428	40,000.00
General	Special Education	K.S.A. 72-6428	176,218.00
General	KPERS Special Retirement Contributions	K.S.A. 72-6428	105,127.81
Supplemental General	Special Education	K.S.A. 72-6428	150,000.00
Supplemental General	K-12 At-Risk	K.S.A. 72-6428	58,347.17
Supplemental General	Vocational Education	K.S.A. 72-6428	48,000.00

**11. SUBSEQUENT EVENTS**

The District evaluated events and transactions occurring subsequent to June 30, 2017, and there were no subsequent events requiring recognition in the financial statement.



## **SUPPLEMENTARY INFORMATION**

**UNIFIED SCHOOL DISTRICT #387**  
 Buffalo, Kansas  
 (Budgeted Funds Only)  
 Summary of Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Fiscal Year Ended June 30, 2017

Funds	Certified Budget	Adjustments to Comply with Legal Maximum	Adjustments for Qualifying Budget Credits	Total Budget for Comparison	Expenditures		Variance - Over (Under)
					Charged to Current Year Budget		
General	\$ 2,154,686.00	\$ (86,887.00)	\$ 838.34	\$ 2,068,637.34	\$ 2,068,606.21	\$	(31.13)
Supplemental General	605,830.00	-	-	605,830.00	605,830.00		-
Special Purpose Funds:							
4 Year Old At-Risk	38,004.00	-	-	38,004.00	6,279.52		(31,724.48)
K-12 At-Risk	317,000.00	-	-	317,000.00	294,476.96		(22,523.04)
Capital Outlay	803,269.00	-	-	803,269.00	698,781.14		(104,487.86)
Driver Training	16,471.00	-	-	16,471.00	1,552.93		(14,918.07)
Food Service	247,838.00	-	-	247,838.00	176,059.19		(71,778.81)
Professional Development	41,538.00	-	-	41,538.00	12,702.09		(28,835.91)
Special Education	537,607.00	-	-	537,607.00	328,257.03		(209,349.97)
Vocational Education	108,717.00	-	-	108,717.00	59,902.22		(48,814.78)
KPERS Special Retirement Contributions	145,560.00	-	-	145,560.00	105,127.81		(40,432.19)

**UNIFIED SCHOOL DISTRICT #387**

Buffalo, Kansas

**GENERAL FUND**

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
County Sources				
Delinquent Tax	\$ -	\$ 3.26	\$ -	\$ 3.26
Mineral Tax	1,993.85	1,620.59	-	1,620.59
State Sources				
General State Aid	1,747,495.00	1,747,495.00	1,771,247.00	(23,752.00)
Supplemental General State Aid	39,534.00	-	-	-
KPERS Aid	103,683.37	105,127.81	145,560.00	(40,432.19)
Special Education Aid	232,181.00	207,488.00	234,879.00	(27,391.00)
Other Receipts				
Interest	-	-	3,000.00	(3,000.00)
Reimbursements	-	838.34	-	838.34
Total Receipts	2,124,887.22	2,062,573.00	\$ 2,154,686.00	\$ (92,951.34)
Expenditures				
Instruction	736,610.03	749,402.02	\$ 869,186.00	\$ (119,783.98)
Support Services				
Student Support	9,380.64	1,883.77	10,850.00	(8,966.23)
Instructional Support	18,275.46	10,284.40	21,505.00	(11,220.60)
General Administration	37,683.02	40,228.50	50,340.00	(10,111.50)
School Administration	162,182.45	176,159.86	170,340.00	5,819.86
Operations & Maintenance	266,346.30	283,853.60	366,440.00	(82,586.40)
Student Transportation Services	115,565.32	124,802.32	188,910.00	(64,107.68)
Operating Transfers to:				
Supplemental General Fund	39,534.00	-	-	-
K-12 At-Risk Fund	22,976.73	100,000.00	23,676.00	76,324.00
Capital Outlay Fund	224,040.00	260,645.93	-	260,645.93
Food Service Fund	48,000.00	40,000.00	48,000.00	(8,000.00)
Special Education Fund	232,181.00	176,218.00	234,879.00	(58,661.00)
Vocational Education Fund	53,665.00	-	25,000.00	(25,000.00)

**UNIFIED SCHOOL DISTRICT #387**

Buffalo, Kansas

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures (Continued)				
Operating Transfers to: (Continued)				
KPERS Special Retirement				
Contributions Fund	\$ 103,683.37	\$ 105,127.81	\$ 145,560.00	\$ (40,432.19)
Contingency Reserve Fund	78,494.00	-	-	-
Total Certified Budget			2,154,686.00	(86,079.79)
Adjustments to Budget				
Adjustment to Comply with				
Legal Maximum Budget			(86,887.00)	86,887.00
Budget Credits			838.34	(838.34)
Total Expenditures	2,148,617.32	2,068,606.21	\$ 2,068,637.34	\$ (31.13)
Receipts Over (Under) Expenditures	(23,730.10)	(6,033.21)		
Unencumbered Cash, Beginning	23,699.17	4,430.36		
Cancelled Encumbrance	4,461.29	4,453.97		
Unencumbered Cash, Ending	\$ 4,430.36	\$ 2,851.12		

**UNIFIED SCHOOL DISTRICT #387**

Buffalo, Kansas

**SUPPLEMENTAL GENERAL FUND**

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Local Sources				
Ad Valorem Tax	\$ 572,069.91	\$ 513,626.16	\$ 557,311.00	\$ (43,684.84)
Delinquent Tax	10,028.98	13,415.71	5,563.00	7,852.71
County Sources				
Motor Vehicle Tax	48,935.97	43,931.75	39,131.00	4,800.75
Recreational Vehicle Tax	840.66	665.92	603.00	62.92
Operating Transfers from General Fund	39,534.00	-	-	-
Total Receipts	671,409.52	571,639.54	\$ 602,608.00	\$ (30,968.46)
Expenditures				
Instruction	68,394.42	63,723.11	\$ 134,195.00	\$ (70,471.89)
Support Services				
Student Support	7,623.75	100,995.25	9,500.00	91,495.25
Instructional Support	10,229.44	3,148.90	11,375.00	(8,226.10)
General Administration	148,275.39	181,365.57	184,310.00	(2,944.43)
Operations and Maintenance	904.00	250.00	4,450.00	(4,200.00)
Student Transportation Services	19,881.00	-	125,000.00	(125,000.00)
Operating Transfers to:				
Professional Development Fund	11,607.00	-	12,000.00	(12,000.00)
Special Education Fund	124,386.00	150,000.00	-	150,000.00
Vocational Education Fund	-	48,000.00	-	48,000.00
K-12 At-Risk Fund	214,529.00	58,347.17	125,000.00	(66,652.83)
Total Expenditures	605,830.00	605,830.00	\$ 605,830.00	\$ -
Receipts Over (Under) Expenditures	65,579.52	(34,190.46)		
Unencumbered Cash, Beginning	0.12	65,579.64		
Cancelled Encumbrance	-	259.04		
Unencumbered Cash, Ending	\$ 65,579.64	\$ 31,389.18		

**UNIFIED SCHOOL DISTRICT #387**

Buffalo, Kansas

**4 YEAR OLD AT-RISK FUND**

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Operating Transfers from General Fund	\$ -	\$ -	\$ -	\$ -
Total Receipts	-	-	\$ -	\$ -
Expenditures				
Instruction	1,832.83	956.93	\$ 31,354.00	\$ (30,397.07)
Support Services				
Student Transportation Services	4,146.60	5,322.59	6,650.00	(1,327.41)
Total Expenditures	5,979.43	6,279.52	\$ 38,004.00	\$ (31,724.48)
Receipts Over (Under) Expenditures	(5,979.43)	(6,279.52)		
Unencumbered Cash, Beginning	43,983.77	38,004.34		
Cancelled Encumbrance	-	125.46		
Unencumbered Cash, Ending	\$ 38,004.34	\$ 31,724.82		

**UNIFIED SCHOOL DISTRICT #387**

Buffalo, Kansas

**K-12 AT-RISK FUND**

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Operating Transfers from:				
General Fund	\$ 22,976.73	\$ 100,000.00	\$ 23,676.00	\$ 76,324.00
Supplemental General Fund	214,529.00	58,347.17	125,000.00	(66,652.83)
Total Receipts	237,505.73	158,347.17	\$ 148,676.00	\$ 9,671.17
Expenditures				
Instruction	208,549.45	294,476.96	\$ 317,000.00	\$ (22,523.04)
Total Expenditures	208,549.45	294,476.96	\$ 317,000.00	\$ (22,523.04)
Receipts Over (Under) Expenditures	28,956.28	(136,129.79)		
Unencumbered Cash, Beginning	139,368.19	168,324.47		
Cancelled Encumbrance	-	62.73		
Unencumbered Cash, Ending	\$ 168,324.47	\$ 32,194.68		

**UNIFIED SCHOOL DISTRICT #387**

Buffalo, Kansas

**CAPITAL OUTLAY FUND**

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Local Sources				
Ad Valorem Tax	\$ -	\$ 62,383.32	\$ 58,349.00	\$ 4,034.32
Interest Income	1,635.29	1,670.28	-	1,670.28
Lease Proceeds	-	99,359.00	-	99,359.00
Other	29,354.73	9,718.71	10,000.00	(281.29)
Operating Transfers from General Fund	224,040.00	260,645.93	-	260,645.93
Total Receipts	255,030.02	433,777.24	\$ 68,349.00	\$ 365,428.24
Expenditures				
Instruction	15,314.58	18,208.66	\$ 20,000.00	\$ (1,791.34)
Support Services				
Operations and Maintenance	39,284.94	32,153.73	613,269.00	(581,115.27)
Transportation	76,331.00	19,995.00	115,000.00	(95,005.00)
Facility Acquisition & Construction Services				
Site Improvements	-	586,065.47	30,000.00	556,065.47
Building Improvements	10,200.00	42,358.28	25,000.00	17,358.28
Total Expenditures	141,130.52	698,781.14	\$ 803,269.00	\$ (104,487.86)
Receipts Over (Under) Expenditures	113,899.50	(265,003.90)		
Unencumbered Cash, Beginning	621,036.00	734,935.50		
Cancelled Encumbrance	-	(50.00)		
Unencumbered Cash, Ending	\$ 734,935.50	\$ 469,931.60		



**UNIFIED SCHOOL DISTRICT #387**

Buffalo, Kansas

**DRIVER TRAINING FUND**

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Local Sources				
Student Receipts	\$ 400.00	\$ -	\$ -	\$ -
State Sources				
State Aid	680.00	640.00	900.00	(260.00)
Total Receipts	1,080.00	640.00	\$ 900.00	\$ (260.00)
Expenditures				
Instruction	1,723.42	1,552.93	\$ 15,971.00	\$ (14,418.07)
Support Services				
Student Support	60.00	-	300.00	(300.00)
Operations and Maintenance	40.00	-	200.00	(200.00)
Total Expenditures	1,823.42	1,552.93	\$ 16,471.00	\$ (14,918.07)
Receipts Over (Under) Expenditures	(743.42)	(912.93)		
Unencumbered Cash, Beginning	16,313.39	15,569.97		
Cancelled Encumbrance	-	62.70		
Unencumbered Cash, Ending	\$ 15,569.97	\$ 14,657.04		

**UNIFIED SCHOOL DISTRICT #387**

Buffalo, Kansas

**FOOD SERVICE FUND**

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Amounts for the Year Ended June 30, 2016)

		Current Year		Variance -
	Prior Year Actual	Actual	Budget	Over Under
Receipts				
Local Sources				
Food Service Sales	\$ 30,571.26	\$ 33,982.20	\$ 50,810.00	\$ (16,827.80)
Miscellaneous	47.85	25.70	-	25.70
State Sources				
Food Service Aid	1,281.92	1,171.72	1,240.00	(68.28)
Federal Sources				
Child Nutrition Aid	108,660.27	97,036.42	98,858.00	(1,821.58)
Operating Transfers from General Fund	48,000.00	40,000.00	48,000.00	(8,000.00)
Total Receipts	188,561.30	172,216.04	\$ 198,908.00	\$ (26,691.96)
Expenditures				
Support Services				
Operations and Maintenance	7,767.45	6,142.23	\$ 57,350.00	\$ (51,207.77)
Operation of Non- Instructional Services				
Food Service Operations	173,158.56	169,916.96	190,488.00	(20,571.04)
Total Expenditures	180,926.01	176,059.19	\$ 247,838.00	\$ (71,778.81)
Receipts Over (Under) Expenditures	7,635.29	(3,843.15)		
Unencumbered Cash, Beginning	40,237.93	48,929.86		
Cancelled Encumbrance	1,056.64	366.47		
Unencumbered Cash, Ending	\$ 48,929.86	\$ 45,453.18		

**UNIFIED SCHOOL DISTRICT #387**

Buffalo, Kansas

**PROFESSIONAL DEVELOPMENT FUND**

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Local Sources				
Other	\$ 500.00	\$ -	\$ -	\$ -
Operating Transfers from Supplemental General Fund	11,607.00	-	12,000.00	(12,000.00)
Total Receipts	12,107.00	-	\$ 12,000.00	\$ (12,000.00)
Expenditures				
Support Services				
Instructional Support	11,932.85	12,702.09	\$ 41,538.00	\$ (28,835.91)
Total Expenditures	11,932.85	12,702.09	\$ 41,538.00	\$ (28,835.91)
Receipts Over (Under) Expenditures	174.15	(12,702.09)		
Unencumbered Cash, Beginning	29,323.49	29,537.64		
Cancelled Encumbrance	40.00	(187.35)		
Unencumbered Cash, Ending	\$ 29,537.64	\$ 16,648.20		

**UNIFIED SCHOOL DISTRICT #387**

Buffalo, Kansas

**SPECIAL EDUCATION FUND**

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Local Sources				
Other	\$ 5,474.58	\$ 7,757.22	\$ -	\$ 7,757.22
Operating Transfers from:				
General Fund	232,181.00	176,218.00	234,879.00	(58,661.00)
Supplemental General Fund	124,386.00	150,000.00	-	150,000.00
Total Receipts	362,041.58	333,975.22	\$ 234,879.00	\$ 99,096.22
Expenditures				
Instruction	356,685.00	324,117.00	\$ 529,182.00	\$ (205,065.00)
Support Services				
Student Transportation Services	2,163.42	3,041.53	-	3,041.53
Vehicle Operating Services	3,193.36	1,098.50	8,425.00	(7,326.50)
Total Expenditures	362,041.78	328,257.03	\$ 537,607.00	\$ (209,349.97)
Receipts Over (Under) Expenditures	(0.20)	5,718.19		
Unencumbered Cash, Beginning	302,727.79	302,727.59		
Cancelled Encumbrance	-	135.30		
Unencumbered Cash, Ending	\$ 302,727.59	\$ 308,445.78		

**UNIFIED SCHOOL DISTRICT #387**

Buffalo, Kansas

**TEXTBOOK RENTAL FUND**

Schedule of Receipts and Expenditures - Actual

Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year Actual	Current Year Actual
Receipts		
Local Sources		
Student Fees	\$ 6,578.40	\$ 4,751.20
Total Receipts	6,578.40	4,751.20
Expenditures		
Instruction	1,653.85	5,762.17
Total Expenditures	1,653.85	5,762.17
Receipts Over (Under) Expenditures	4,924.55	(1,010.97)
Unencumbered Cash, Beginning	2,393.65	7,318.20
Unencumbered Cash, Ending	\$ 7,318.20	\$ 6,307.23

**UNIFIED SCHOOL DISTRICT #387**

Buffalo, Kansas

**VOCATIONAL EDUCATION FUND**

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Local Sources				
Other	\$ 430.55	\$ -	\$ -	\$ -
State Sources				
State Aid	4,432.00	12,459.86	4,554.00	7,905.86
Federal Sources				
Special Project Aid	1,036.32	-	-	-
Operating Transfers from:				
General Fund	53,665.00	-	25,000.00	(25,000.00)
Supplemental General Fund	-	48,000.00	-	48,000.00
Total Receipts	59,563.87	60,459.86	\$ 29,554.00	\$ 30,905.86
Expenditures				
Instruction	56,855.48	57,921.32	\$ 107,067.00	\$ (49,145.68)
Support Services				
Operations and Maintenance	1,463.21	1,980.90	1,650.00	330.90
Total Expenditures	58,318.69	59,902.22	\$ 108,717.00	\$ (48,814.78)
Receipts Over (Under) Expenditures	1,245.18	557.64		
Unencumbered Cash, Beginning	77,918.37	79,163.55		
Cancelled Encumbrance	-	468.73		
Unencumbered Cash, Ending	\$ 79,163.55	\$ 79,721.19		

**UNIFIED SCHOOL DISTRICT #387**

Buffalo, Kansas

**CONCURRENT CLASSES FUND**

Schedule of Receipts and Expenditures - Actual

Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year Actual	Current Year Actual
Receipts		
Local Sources		
Other	\$ 4,800.00	\$ 7,050.00
Total Receipts	4,800.00	7,050.00
Expenditures		
Instruction	4,692.15	7,377.98
Total Expenditures	4,692.15	7,377.98
Receipts Over (Under) Expenditures	107.85	(327.98)
Unencumbered Cash, Beginning	35.96	143.81
Unencumbered Cash, Ending	\$ 143.81	\$ (184.17)

**UNIFIED SCHOOL DISTRICT #387**

Buffalo, Kansas

**RURAL EDUCATION ACHIEVEMENT PROGRAM FUND**

Schedule of Receipts and Expenditures - Actual

Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Sources		
Federal Aid	\$ 8,275.00	\$ 12,240.00
Total Receipts	8,275.00	12,240.00
Expenditures		
Instruction	7,875.00	11,660.00
Total Expenditures	7,875.00	11,660.00
Receipts Over (Under) Expenditures	400.00	580.00
Unencumbered Cash, Beginning	(1,170.43)	(770.43)
Unencumbered Cash, Ending	\$ (770.43)	\$ (190.43)



**UNIFIED SCHOOL DISTRICT #387**

Buffalo, Kansas

**TITLE I FUND**

Schedule of Receipts and Expenditures - Actual

Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Sources		
Federal Aid	\$ 74,237.00	\$ 93,610.00
Total Receipts	74,237.00	93,610.00
Expenditures		
Instruction	83,469.32	77,580.20
Total Expenditures	83,469.32	77,580.20
Receipts Over (Under) Expenditures	(9,232.32)	16,029.80
Unencumbered Cash, Beginning	(5,135.31)	(13,679.67)
Cancelled Encumbrance	687.96	-
Unencumbered Cash, Ending	\$ (13,679.67)	\$ 2,350.13

**UNIFIED SCHOOL DISTRICT #387**

Buffalo, Kansas

**TITLE IIA IMPROVING TEACHER QUALITY FUND**

Schedule of Receipts and Expenditures - Actual

Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Sources		
Federal Aid	\$ 857.00	\$ 19,491.00
Total Receipts	857.00	19,491.00
Expenditures		
Instruction	8,549.47	18,980.34
Total Expenditures	8,549.47	18,980.34
Receipts Over (Under) Expenditures	(7,692.47)	510.66
Unencumbered Cash, Beginning	2,086.98	(5,605.49)
Unencumbered Cash, Ending	\$ (5,605.49)	\$ (5,094.83)

**UNIFIED SCHOOL DISTRICT #387**

Buffalo, Kansas

**GIFTS AND GRANTS FUND**

Schedule of Receipts and Expenditures - Actual

Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year Actual	Current Year Actual
Receipts		
Local Sources		
Community Gifts	\$ 704.92	\$ 281.55
Total Receipts	704.92	281.55
Expenditures		
Support Services		
Instructional Support	162.50	1,993.08
Total Expenditures	162.50	1,993.08
Receipts Over (Under) Expenditures	542.42	(1,711.53)
Unencumbered Cash, Beginning	7,172.01	7,714.43
Unencumbered Cash, Ending	\$ 7,714.43	\$ 6,002.90

**UNIFIED SCHOOL DISTRICT #387**

Buffalo, Kansas

**KPERS SPECIAL RETIREMENT CONTRIBUTIONS FUND**

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Operating Transfers from General Fund	\$ 103,683.37	\$ 105,127.81	\$ 145,560.00	\$ (40,432.19)
Total Receipts	103,683.37	105,127.81	\$ 145,560.00	\$ (40,432.19)
Expenditures				
Instruction	67,394.20	68,329.74	\$ 94,614.00	\$ (26,284.26)
Support Services				
Instructional Support	2,073.68	2,102.77	2,912.00	(809.23)
General Administration	4,147.35	5,256.80	5,821.00	(564.20)
School Administration	15,552.52	13,667.91	21,835.00	(8,167.09)
Central Services	-	-	8,734.00	(8,734.00)
Operations and Maintenance	6,220.99	7,359.66	4,366.00	2,993.66
Student Transportation Services	3,110.49	3,154.73	7,278.00	(4,123.27)
Food Service	5,184.14	5,256.20	-	5,256.20
Total Expenditures	103,683.37	105,127.81	\$ 145,560.00	\$ (40,432.19)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ -		

**UNIFIED SCHOOL DISTRICT #387**

Buffalo, Kansas

**CONTINGENCY RESERVE FUND**

Schedule of Receipts and Expenditures - Actual

Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year Actual	Current Year Actual
Receipts		
Operating Transfers from General Fund	\$ 78,494.00	\$ -
Total Receipts	78,494.00	-
Expenditures		
Instruction	14,414.58	-
Support Services		
General Administration	6,386.87	(17.66)
Total Expenditures	20,801.45	(17.66)
Receipts Over (Under) Expenditures	57,692.55	17.66
Unencumbered Cash, Beginning	113,476.93	171,169.48
Unencumbered Cash, Ending	\$ 171,169.48	\$ 171,187.14

**UNIFIED SCHOOL DISTRICT #387**

Buffalo, Kansas

**AGENCY FUNDS**

## Schedule of Receipts and Cash Disbursements

Regulatory Basis

For the Fiscal Year Ended June 30, 2017

	Beginning Cash Balances	Receipts	Cash Disbursements	Ending Cash Balances
Agency Funds				
Board Funds				
Payroll Clearing	\$ -	\$ -	\$ 323.34	\$ (323.34)
Health Insurance	(15,693.86)	196,050.88	185,223.08	(4,866.06)
Student Meals	-	15,552.33	15,551.94	0.39
Adult Meals	-	2,142.35	2,142.35	-
Industrial Arts	(6.50)	-	-	(6.50)
Ipads	-	3,716.30	3,571.30	145.00
Drivers Education	(10.00)	10.00	-	-
Student Organizations				
Middle School				
Student Council	236.22	120.32	151.20	205.34
Music/Band	540.48	-	-	540.48
Cheerleader	229.83	207.40	240.90	196.33
Scholar's Bowl	-	50.00	-	50.00
High School				
Class of 2015	539.74	-	267.93	271.81
Class of 2016	138.94	-	153.41	(14.47)
Class of 2017	1,767.21	12,483.46	14,225.12	25.55
Class of 2018	1,381.35	4,062.75	3,014.95	2,429.15
Class of 2019	998.32	1,344.00	1,008.96	1,333.36
Class of 2020	-	1,890.00	1,200.30	689.70
Cheerleader	462.72	190.00	404.03	248.69
Music/Band	2,641.24	1,244.75	1,491.36	2,394.63
KAYS	273.16	-	35.84	237.32
KAY Wall of Honor	596.26	-	150.00	446.26
Student Council	417.44	680.83	683.35	414.92
FFA	1,509.36	13,170.12	10,645.39	4,034.09
Forensics	899.84	1,017.50	667.30	1,250.04
Drill Team	16.19	-	-	16.19
Art Club	281.29	-	-	281.29
Drama/Play	-	50.00	-	50.00
FCCLA	485.35	1,858.00	1,829.90	513.45
Scholar's Bowl	-	50.00	-	50.00
FACS	166.29	60.00	60.00	166.29
Science Club	1,607.05	11.99	750.00	869.04
Other Agency				
Middle School				
Sales Tax	0.99	-	-	0.99
	<u>\$ (521.09)</u>	<u>\$ 255,962.98</u>	<u>\$ 243,791.95</u>	<u>\$ 11,649.94</u>

## UNIFIED SCHOOL DISTRICT #387

Buffalo, Kansas

## DISTRICT ACTIVITY FUNDS

Summary of Receipts, Expenditures, and Unencumbered Cash  
Regulatory Basis

For the Fiscal Year Ended June 30, 2017

Funds	Beginning Unencumbered Cash Balances	Receipts	Expenditures	Ending Unencumbered Cash Balances	Plus Encumbrances and Accounts Payable	Ending Cash Balances June 30, 2017
Gate Receipts						
High School	\$ 241.14	\$ 9,335.81	\$ 9,531.83	\$ 45.12	\$ -	\$ 45.12
Middle School	887.27	350.00	545.32	691.95	-	691.95
Sub-Total Gate Receipts	1,128.41	9,685.81	10,077.15	737.07	-	737.07
School Projects						
Middle School	504.24	-	-	504.24	-	504.24
Partners in Education	-	150.00	100.00	50.00	-	50.00
Volleyball	-	50.00	8.76	41.24	-	41.24
Track	-	50.00	-	50.00	-	50.00
Football	-	50.00	-	50.00	-	50.00
Boys Basketball	-	50.00	-	50.00	-	50.00
Girls Basketball	-	50.00	-	50.00	-	50.00
High School				-		
Library	438.95	74.22	-	513.17	-	513.17
Yearbook	578.98	5,480.30	5,901.90	157.38	-	157.38
Clearing	249.71	-	-	249.71	-	249.71
Football	1,581.24	3,667.73	3,216.10	2,032.87	-	2,032.87
Kansas Beef Account	25.04	-	-	25.04	-	25.04
Softball	3.21	106.00	-	109.21	-	109.21
Boys Basketball	503.04	50.00	282.27	270.77	-	270.77
Girls Basketball	-	50.00	-	50.00	-	50.00
Track	-	50.00	-	50.00	-	50.00
Volleyball	413.69	436.00	509.95	339.74	-	339.74
Sub-Total Special Projects	4,298.10	10,264.25	10,018.98	4,543.37	-	4,543.37
Total District Activity Funds	\$ 5,426.51	\$ 19,950.06	\$ 20,096.13	\$ 5,280.44	\$ -	\$ 5,280.44